



Maskeliya Plantations PLC

Interim Financial Statements

**FOR THE THREE MONTHS ENDED
JUNE 2017**

INTERIM FINANCIAL STATEMENTS
STATEMENT OF FINANCIAL POSITION

	As at 30/06/17 Rs. ' 000	As at 30/06/16 Rs. ' 000	As at 31/03/17 Rs. ' 000
ASSETS			
NON CURRENT ASSETS			
Lease hold Property ,Plant and Equipment	248,364	265,704	252,373
Freehold Property, plant & equipment	503,125	549,256	514,955
Bearer Biological Assets	2,183,893	2,181,744	2,185,652
Consumable Biological Assets	633,224	615,954	633,224
Defferd Tax Assets	36,165	36,165	36,165
	<u>3,604,771</u>	<u>3,648,823</u>	<u>3,622,369</u>
CURRENT ASSETS			
Produce on Bearer Biological Assets	13,465	-	13,465
Inventories	534,714	514,017	485,317
ACT Recoverable	47,926	47,926	47,926
VAT Receivable	21,007	20,833	20,905
Trade and other Receivables	218,507	204,294	196,463
ESC Recoverable	46,407	36,878	43,157
Amount due from Related Parties	2,329	1,968	2,469
Cash and Bank balances	11,985	14,317	10,357
	<u>896,340</u>	<u>840,233</u>	<u>820,059</u>
TOTAL ASSETS	<u>4,501,111</u>	<u>4,489,056</u>	<u>4,442,428</u>
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Stated Capital - Note 01	673,721	673,721	673,721
General Reserve	540,000	540,000	540,000
Timber Reserves	590,473	573,202	590,473
Retained Earnings	(768,919)	(926,527)	(921,483)
TOTAL EQUITY	<u>1,035,275</u>	<u>860,396</u>	<u>882,711</u>
NON CURRENT LIABILITIES & DEFERRED INCOME			
Interest Bearing Loans & Borrowings	679,454	554,270	402,502
Retiring Benefit Obligations	881,578	889,238	897,881
Deferred Tax Liability	-	-	-
Deferred Income	200,906	212,739	203,905
Liability to make Lease Payment after one year	110,083	112,343	110,632
	<u>1,872,021</u>	<u>1,768,590</u>	<u>1,614,920</u>
CURRENT LIABILITIES			
Trade & Other payables	528,898	524,392	544,198
Dividend payable	2,008	2,008	2,008
Amount due to Related parties	418,320	360,578	363,383
Interest Bearing Loans & Borrowings	642,359	970,948	1,032,978
Liability to make Lease Payment within one year	2,230	2,144	2,230
	<u>1,593,815</u>	<u>1,860,070</u>	<u>1,944,797</u>
TOTAL EQUITY AND LIABILITIES	<u>4,501,111</u>	<u>4,489,056</u>	<u>4,442,428</u>
	-	-	-
	Rs.	Rs.	Rs.
Net Assets Per Share	19.19	15.95	16.36

The above figures are subject to audit


These Financial Statements are in Compliance with the requirements of the Companies Act No. 07 of 2007.



Sudheera Epitakumbura
Financial Controller

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.

Approved and signed for and on behalf of the Board of Directors of Maskeliya Plantations PLC.


S S Poholiyadde
Director


J L A Fernando
Director

09 August 2017

INTERIM FINANCIAL STATEMENTS

STATEMENT OF PROFIT OR LOSS

	Quarter Ended 30th June		Variance + / (-) %	Year Ended 31/03/2017
	2017 Rs. ' 000	2016 Rs. ' 000		Rs. ' 000
Revenue	1,279,998	804,021	59	3,455,462
Cost of Sales	(1,032,966)	(788,048)	(31)	(3,272,774)
Gross Profit / (Loss)	247,032	15,973	1,447	182,688
Other Operating Income	2,859	4,291	(33)	22,700
Gain on Change in Fair Value of Biological Assets			-	30,223
Administration Expenses	(14,408)	(11,272)	(28)	(48,815)
Management Fee	(39,178)	(4,918)	(697)	(27,097)
Finance Cost	(41,578)	(63,716)	35	(243,279)
Profit /(Loss) before Taxation	154,727	(59,642)	359	(83,580)
Income Tax (Expense)/Income	(2,163)	-	-	(9,126)
Net Profit/(Loss) for the period	152,564	(59,642)	356	(92,706)
	Rs.	Rs.		Rs.
Basic Earnings Per Share	2.83	(1.11)		(1.72)

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS
STATEMENT OF COMPREHENSIVE INCOME

	Quarter Ended 30th June		Variance + / (-)	Year Ended
	2017 Rs.'000	2016 Rs.'000		31/03/2017 Rs. ' 000
Profit/ (Loss) for the period	152,564	(59,642)	356	(92,706)
Other Comprehensive Income				
Actuarial Gains/(Losses) on Defined benefit Plans	-	-	-	51,167
Income tax effect	-	-	-	-
Other Comprehensive Income for the period, net of tax	-	-	-	51,167
Total Comprehensive Income for the period, net of tax	152,564	(59,642)	356	(41,539)

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS

STATEMENT OF CASH FLOWS

For the Three Months ended

	30/06/2017 Rs. ' 000	30/06/2016 Rs. ' 000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit before Taxation	154,727	(59,642)
ADJUSTMENTS FOR		
Depreciation/Amortization	29,076	28,378
Provision for Defined Benefit Plan Cost	21,005	19,642
Amortisation of Grants	(3,000)	(3,000)
Gain/(Loss) on change in fair value Timber plantations Net of Harvesting	-	-
Finance Costs	41,578	63,716
Operating Profit before Working Capital changes	243,386	49,094
(Increase)/Decrease in Trade and other receivables	(22,145)	5,008
(Increase)/Decrease in Inventories	(49,395)	(82,095)
Increase/(Decrease) in Trade and other payables	(15,124)	152,105
Increase/(Decrease) in amounts due to Related Parties	56,661	72,277
(Increase)/Decrease in amounts due from Related Parties	(1,583)	762
Cash Generated from Operations	211,800	197,151
Finance Costs Paid	(32,807)	(55,154)
Defined Benefit Plan Costs paid	(37,308)	(35,615)
Tax Paid	(5,414)	(2,020)
Net Cash from Operating Activities	136,271	104,362
CASH FLOWS FROM INVESTING ACTIVITIES		
Grants Received	-	539
Proceed from Sale of Property, Plant & Equipment	-	-
Field Development Expenditure	(11,299)	(14,373)
Purchase of Property, Plant & Equipment	(178)	(12,270)
Net Cash used in Investing Activities	(11,477)	(26,104)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends Paid	-	-
Payment of Government lease rentals	(9,499)	(17,962)
Proceeds from loans	478,805	200,000
Payment of loans	(118,601)	(123,199)
Net Cash from Financing Activities	350,705	58,839
Net Increase/(Decrease) in Cash & Cash Equivalents	475,499	137,097
A. Cash & Cash Equivalents at the beginning of the period	(717,702)	(655,548)
B. Cash & Cash Equivalents at the end of the period	(242,203)	(518,451)
NOTE A		
Cash & Cash Equivalents at the beginning of the period		
Short Term Deposit	-	-
Cash & Bank Balances	10,357	10,899
Bank Overdrafts	(728,059)	(666,447)
	(717,702)	(655,548)
NOTE B		
Cash & Cash Equivalents at the end of the period		
Short Term Deposit	-	-
Cash & Bank Balances	11,985	14,317
Bank Overdrafts	(254,188)	(532,768)
	(242,203)	(518,451)

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INTERIM FINANCIAL STATEMENTS

STATEMENT OF CHANGES IN EQUITY

	Stated Capital Rs. ' 000	General Reserve Rs. ' 000	Retained Earnings Rs. ' 000	Timber Reserve Rs. ' 000	Total Equity Rs. ' 000
Balance as at 31 March 2016	673,721	540,000	(866,885)	573,202	920,038
Net profit/ (Loss) for the period	-	-	(59,642)	-	(59,642)
Other Comprehensive income	-	-	-	-	-
Balance as at 30 June 2016	673,721	540,000	(926,527)	573,202	860,396
Balance as at 31 March 2017	673,721	540,000	(921,483)	590,473	882,711
Net profit/(Loss) for the period	-	-	152,564	-	152,564
Other Comprehensive income	-	-	-	-	-
Balance as at 30 June 2017	673,721	540,000	(768,919)	590,473	1,035,275

The above figures are subject to audit

- 1 Stated Capital of Maskeliya Plantations PLC amounts to 673,720,950 represented by 53,953,490 shares.
 - 2 The Interim Financial Statements of the Company are unaudited and have been prepared in accordance with Sri Lanka Financial Reporting Standards (SLFRS/LKAS) and are in compliance with Sri Lanka Accounting Standards 34-Interim Financial Reporting. Further, provisions of the Companies Act No 7 of 2007 have been considered in preparing the Interim Financial Statements of the Company.
- The Interim Financial Statements of the Company have been prepared on the basis of the same accounting policies and methods applied for the year ended 31 March 2017.
- 3 The presentation and classification of figures for the corresponding period of the previous quarter have been amended, where relevant, for better presentation and to be comparable with those of the current period.
 - 4 No circumstances have arisen since the Statement of Financial Position date, which would require adjustment or disclosure in the Interim Financial Statements.
 - 5 There has been no significant change in the nature of contingent liabilities, which were disclosed in the Annual Report for the year ended 31 March 2017.
 - 6 Financial statements does not include/classify actuarial gain/(loss) on defined benefit plans costs as the valuation is done at the year end.

INTERIM FINANCIAL STATEMENTS

SEGMENT INFORMATION

Geographical Segment
For the Three Months Ended 2017

	Maskeliya		Upcot		Talawakelle		Bandarawela		Total	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000	Rs. ' 000
Revenue	334,391	211,819	438,264	292,793	254,815	154,900	252,528	144,509	1,279,998	804,021
Revenue Expenditure	(249,395)	(187,474)	(344,819)	(270,756)	(183,123)	(136,636)	(205,548)	(145,162)	(982,885)	(740,028)
Depreciation/ Amortization	(7,987)	(7,896)	(7,978)	(8,067)	(5,421)	(5,350)	(7,690)	(7,065)	(29,076)	(28,378)
Gratuity	(7,763)	(4,823)	(5,336)	(6,981)	(3,442)	(3,211)	(4,464)	(4,627)	(21,005)	(19,642)
Segment Results	69,246	11,626	80,131	6,989	62,829	9,703	34,826	(12,345)	247,032	15,973
Other Income									2,859	4,291
Gain on change in fair value of Biological Assets									-	-
Administration Expenses									(14,408)	(11,272)
Management Fees									(39,178)	(4,918)
Finance Cost									(41,578)	(63,716)
Income Tax (Expense)/Income									(2,163)	-
Profit /(Loss)for the period									152,564	(59,642)

The above figures are subject to audit

INTERIM FINANCIAL STATEMENTS SHAREHOLDER AND INVESTOR INFORMATION

For the Three Months Ended 30 June	Quarter Ended		Year Ended
	2017	2016	2017
Market Price per Share	Rs.	Rs.	Rs.
- Last Traded price (For the quarter)	13.90	7.10	7.70
- Highest (For the quarter)	14.50	9.80	9.80
- Lowest (For the quarter)	7.30	6.50	6.00

Twenty Largest Shareholders

	as at 30/06/2017		as at 31/03/2017	
	Number of Shares held	% of the Holding	Number of Shares held	% of the Holding
R.P.C Mangement Services (Pvt) Ltd	44,998,397	83.40	44,998,397	83.40
Sampath Bank PLC - Dr. T. Senthilvel	1,083,872	2.01	1,083,872	2.01
Dawi Investment	1,000,000	1.85	957,504	1.77
Amina Investment Ltd	665,000	1.23	650,000	1.20
Seylan Bank Ltd/Govindasamy Ramanan	319,331	0.59	319,331	0.59
Mr.M.H.M.Fazal	222,529	0.41	208,529	0.39
Freudenberg Shipping Agencies Ltd	142,218	0.26	137,295	0.25
HSBC International Nominees Ltd-SSBT-Deustche	141,600	0.26	141,600	0.26
Mrs. J.K.P Singh	128,167	0.24	100,000	0.19
Mr. P.S.M Fernando	122,943	0.23	122,943	0.23
Mrs.M.M.C Fernando	111,955	0.21	100,000	0.19
Merchant Bank of Sri Lanka PLC/ R R S Ananda	104,098	0.19	104,098	0.19
Mr. R. Magdon Ismail	87,586	0.16	87,586	0.16
Mr.R.Maheswaran	86,867	0.16	86,867	0.16
Miss.A.Radhakrishnan	86,867	0.16	86,867	0.16
Miss.M.P Radhakrishnan	86,866	0.16	86,866	0.16
Mr.S.Senthinandhanan	79,500	0.15	97,113	0.18
Mr. A.K Seneviratne	64,705	0.12	71,396	0.13
Mrs.V.Indraganthi	55,200	0.10	55,200	0.10
Mr. W.W.D.D.S Perera	49,901	0.09	-	-
Dee Investments (Pvt) Ltd	-	-	84,100	0.16
	49,637,602	92.00		
Balance held by 16,445 Shareholders (2016/17- 16,492)	4,315,888	8.00	4,373,926	8.11
Total no. of Shares	53,953,490	100.00	53,953,490	100.00

The percentage of shares held as at

	30/06/2017			31/03/2017		
	Number of Shareholders	Number of Shares	%	Number of Shareholders	Number of Shares	%
Public Holding	16,462	8,954,693	16.60	16,510	8,954,793	16.60
Other Holding	3	44,998,797	83.40	2	44,998,697	83.40
Total	16,465	53,953,490	100.00	16,512	53,953,490	100.00

The Ordinary Voting Shares of Maskeliya Plantations PLC have been transferred from Main Board to the Diri Savi Board of the CSE, with effect from 07th July 2017.

The number of shares held by the Board of Directors are as follows:

As at	30/06/2017	3/31/2017
Dr.S Yaddhegige	-	-
S S Poholiyadde	-	-
Dr. L S Hettiarachchi	-	-
J L A Fernando	300	300
Shaminda Yaddhegige	-	-
Dr.S A Samaraweera	100	100

INTERIM FINANCIAL STATEMENTS

CORPORATE INFORMATION

Name of Company	Maskeliya Plantations PLC
Legal Form	A Quoted Public Company with Limited Liability Incorporated in Sri Lanka.
Date of Incorporation	22nd June 1992
Company Registration No	PQ 134
Principal Business Activities	Cultivation, Manufacture and Sale of Tea, Planting and Cultivation of Timber.
Stock Exchange Listing	The Ordinary Shares are listed with the Colombo Stock Exchange of Sri Lanka.
Registered / Head Office	310, High Level Road, Nawinna, Maharagama Sri Lanka
Ultimate Parent Enterprise	Richard Pieris & Company PLC
Board of Directors	Dr. Sena Yaddehige - Chairman S S Poholiyadde Dr. L S Hettiarachchi J L A Fernando Shaminda Yaddehige Dr.S A Samaraweera
Secretaries	Richard Pieris Group Services (Private) Limited 310, High Level Road, Nawinna, Maharagama. Sri Lanka Telephone: +(94) 11-4310564
Auditors	Messrs Ernst & Young Chartered Accountants 201, De Saram Place, Colombo 10, Sri Lanka.
Bankers	Sampath Bank - Nawam Mawatha Branch Bank of Ceylon - Corporate Branch & Regional Branches Hatton National Bank - City Office Seylan Bank - Millennium Branch NDB Bank Nations Trust Bank
Contact Details	Telephone : +(94) 11 4310500 Facsimile : +(94) 11 4310835 Internet : www.arpico.com E-mail : mpl.rpk@arpico.com